

EAST CARROLL VOLUNTARY COUNCIL ON
AGING, INC.

Financial Statements
For The Year Ended June 30, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/2/08

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.

*Financial Statements
For the Year Ended June 30, 2007*



CAMERON, HINES & HARTT, (A Professional Accounting Corporation)
Certified Public Accountants

West Monroe, Louisiana

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2007

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EAST CARROLL VOLUNTARY COUNCIL ON THE AGING, INC.
LAKE PROVIDENCE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2007

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CAMERON, HINES & HARTT

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Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the East Carroll Voluntary Council on Aging, Inc., as of and for the year ended June 30, 2007, which collectively comprise the basic financial statements of the Council as listed in the table of contents. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information for the East Carroll Voluntary Council on Aging, Inc., as of June 30, 2007, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2007, on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana
Page 2

Management's discussion and analysis and budgetary comparison information on pages 3 through 6 and 19 through 23, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements of the East Carroll Voluntary Council on Aging, Inc. taken as a whole. The supplemental information schedules required by GOEA are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Cameron Hines & Hunt (APAC)

West Monroe, Louisiana
November 9, 2007

REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS

EAST CARROLL COUNCIL ON AGING, INC.

600 First Street
Lake Providence, LA 71254

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the East Carroll Voluntary Council on Aging provides an overview of the Council's activities for the year ended June 30, 2007. Please read it in conjunction with the Council's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the Council as a whole.

Reporting the Council as a Whole

The Statement of Net Assets and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Council's net assets and changes in them. The Council's net assets – the difference between assets and liabilities – measure the Council's financial position. The increase or decrease in the Council's net assets are an indicator of whether its financial position is improving or deteriorating.

THE COUNCIL AS A WHOLE

For the years ended June 30, 2007 and 2006:

	<u>06/30/07</u>	<u>06/30/06</u>
Beginning net assets	\$328,546	\$321,375
Increase (Decrease) in net assets	<u>115,181</u>	<u>7,171</u>
Ending net assets	<u>\$443,727</u>	<u>\$328,546</u>

THE COUNCIL'S FUNDS

The following schedule presents a summary of revenues and expenses for the fiscal year ended June 30, 2007, and the amount and percentage of increases and decreases in relation to the prior year.

Revenues	June 30, 2007	Percent of Total	Increase (Decrease) From June 30, 2006	Percent Increase (Decrease)
Intergovernmental	\$304,884	78%	\$116,372	62%
Property Tax	42,068	11%	679	2%
Public Support	23,091	6%	(3,861)	-14%
Interest Income	11,806	3%	4,258	56%
Sale of Property	4,600	1%	4,600	100%
Miscellaneous	3,823	1%	566	17%
Totals	\$390,272	100%	\$122,614	46%

Revenues	June 30, 2006	Percent of Total	Increase (Decrease) From June 30, 2005	Percent Increase (Decrease)
Intergovernmental	\$188,512	70%	(\$16,933)	-9%
Property Tax	41,389	15%	41,389	100%
Public Support	26,952	10%	(8,034)	-30%
Interest Income	7,548	4%	7,548	100%
Sale of Property	0	0%	0	0%
Miscellaneous	3,257	1%	(12)	0%
Totals	\$267,658	100%	\$23,958	10%

Revenues increased for the year ending June 30, 2007 due to an extra \$25,000 received from GOEA on June 29, 2007 and also Capital Outlay funds were received for building improvements.

Revenues for the Council increased for the year ending June 30, 2006 due to a property tax that was passed and receipt of those funds in the current fiscal year even though the intergovernmental revenue decreased due to the hurricanes in 2005.

Expenses	June 30, 2007	Percent of Total	Increase (Decrease) From June 30, 2006	Percent Increase (Decrease)
Total	\$275,081	100%	\$14,594	5%

Expenses	June 30, 2006	Percent of Total	Increase (Decrease) From June 30, 2005	Percent Increase (Decrease)
Total	\$260,487	100%	(\$31,250)	-12%

The Council's expenses for the year ending June 30, 2007 increased due to the extra funding received on June 29 and the Capital Outlay funds received for improvements.

The Council's expenses for the year ending June 30, 2006 decreased due to cuts in funding even though a millage was collected to assist in covering expenses.

BUDGETARY HIGHLIGHTS

The Council's total revenues in fiscal year 2007 were more than the final budget of \$131,633. Actual expenses for the Council were over the final budget by \$78,341 due to the extra GOEA funds received June 29 for which no formal budget was adopted and the Capital Outlay funds for building improvements were not budgeted. The General Fund is not budgeted but used in support of other programs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2007 and 2006, the Council had \$383,329 and \$320,624 invested in capital assets including buildings and improvements, furniture and fixtures, equipment, and vehicles (see table next page).

	June 30, 2007	June 30, 2006
Buildings & Improvements	\$268,468	\$219,979
Furniture & Equipment	34,155	27,348
Vehicles	80,706	73,297
Totals	<u>\$383,329</u>	<u>\$320,624</u>

The Council made some building improvements and purchased a new vehicle along with appliances for the kitchen.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND REVENUES

The Council's revenues are derived mainly from two sources, United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council, and Public Support. The Council anticipates an increase in the revenues for the coming year due to the passage of a Parish-wide millage property tax.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Council's finances and to show the Council's accountability for the money it receives. If you have questions concerning this report or need additional financial information, contact the East Carroll Voluntary Council on Aging, 600 First Street, Lake Providence, LA 71254.

Evelyn LeBeau
Executive Director

GOVERNMENT-WIDE FINANCIAL STATEMENTS

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2007

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	\$ 169,161
Certificates of Deposit	102,891
Accounts Receivable	27,307
Prepaid Expense	1,500
Capital Assets:	
Depreciable	<u>225,810</u>
<u>TOTAL ASSETS</u>	<u>\$ 526,669</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 67,942
Non-Current Liabilities	
Due Within One Year	
Notes Payable	5,000
Due in More Than One Year	
Notes Payable	<u>10,000</u>
Total Liabilities	82,942
<u>NET ASSETS</u>	
Invested in Capital Assets,	
Net of Related Debt	225,810
Restricted For:	
Utility Assistance	2,688
Unrestricted	<u>215,229</u>
Total Net Assets	<u>443,727</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 526,669</u>

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Direct Expenses</u>	<u>Indirect Expenses</u>
Function/Program Activities		
Governmental Activities:		
Health, Welfare and Social Services:		
Supportive Services:		
Homemaker	\$ 11,460	\$ 5,490
Information and Assistance	1,623	1,102
Outreach	923	436
Transportation	24,327	13,263
Other Services	11,834	4,716
Nutrition Services:		
Congregate Meals	51,017	25,157
Home Delivered Meals	60,020	28,539
Utility Assistance	3,429	-
Disease Prevention and Health Promotion	1,669	-
National Family Caregiver Support	2,200	-
Senior Activities	4,534	-
Administration	23,342	-
Total Governmental Activities	<u>\$ 196,378</u>	<u>\$ 78,703</u>

Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Assets Governmental Activities
	Operating Grants and Contributions	Capital Grants and Contributions	
\$ -	\$ 6,509	\$ -	\$ (10,441)
-	-	-	(2,725)
-	-	-	(1,359)
-	14,149	-	(23,441)
-	7,640	-	(8,910)
-	61,651	-	(14,523)
-	69,936	-	(18,623)
-	5,642	-	2,213
-	1,612	-	(57)
-	2,151	-	(49)
-	-	-	(4,534)
-	2,028	48,489	27,175
<u>\$ -</u>	<u>\$ 171,318</u>	<u>\$ 48,489</u>	<u>\$ (55,274)</u>

General Revenues:

Grants and Contributions not Restricted	
to Specific Programs	108,158
Property Taxes	42,068
Interest Income	11,806
Sale of Assets	4,600
Miscellaneous	3,823
Total General Revenues	170,455
Changes in Net Assets	115,181
Net Assets - Beginning	328,546
Net Assets - Ending	<u>\$ 443,727</u>

The accompanying notes are an integral part of this financial statement.

FUND FINANCIAL STATEMENTS

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2007

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 9,272	\$ 36,861	\$ 19,852	\$ 41,358
Certificates of Deposits	102,891	-	-	-
Accounts Receivable	25,000	-	-	-
Prepaid Expense	1,500	-	-	-
Due From Other Funds	130,350	9,853	9,903	-
<u>TOTAL ASSETS</u>	<u>\$ 269,013</u>	<u>\$ 46,714</u>	<u>\$ 29,755</u>	<u>\$ 41,358</u>
<u>LIABILITIES AND FUND BALANCE</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 64,028	\$ 1,804	\$ 1,028	\$ 556
Notes Payable - Current Portion	5,000	-	-	-
Due To Other Funds	19,757	44,910	28,727	40,802
Total Current Liabilities	88,785	46,714	29,755	41,358
Notes Payable - Long Term Portion	10,000	-	-	-
Total Liabilities	98,785	46,714	29,755	41,358
<u>FUND BALANCE</u>				
Fund Balance				
Reserved for:				
Utilities Assistance	-	-	-	-
Unreserved, Reported In:				
General Fund	170,228	-	-	-
Special Revenue Funds	-	-	-	-
Total Fund Balance	170,228	-	-	-
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 269,013</u>	<u>\$ 46,714</u>	<u>\$ 29,755</u>	<u>\$ 41,358</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL FUNDS
JUNE 30, 2007

Nonmajor Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances	\$ 217,917
		<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
\$ 61,818	\$ 169,161		
-	102,891		
2,307	27,307		
-	1,500	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>225,810</u>
-	150,106		
<u>\$ 64,125</u>	<u>\$ 450,965</u>		
		Net Assets of Governmental Activities	<u>\$ 443,727</u>
\$ 526	\$ 67,942		
-	5,000		
<u>15,910</u>	<u>150,106</u>		
16,436	223,048		
-	10,000		
<u>16,436</u>	<u>233,048</u>		
2,688	2,688		
-	170,228		
<u>45,001</u>	<u>45,001</u>		
<u>47,689</u>	<u>217,917</u>		
<u>\$ 64,125</u>	<u>\$ 450,965</u>		

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
LAKE PROVIDENCE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	General Fund	Title III B Supportive Services	Title C-1 Congregate Meals	Title C-2 Home Delivered Meals
<u>REVENUES</u>				
Intergovernmental	\$ 129,149	\$ 24,201	\$ 55,109	\$ 50,018
Property Tax	42,068	-	-	-
Public Support	1,128	4,097	6,542	5,582
Interest Income	11,806	-	-	-
Sale of Property	4,600	-	-	-
Miscellaneous	3,823	-	-	-
Total Revenues	192,574	28,298	61,651	55,600
<u>EXPENDITURES</u>				
Current:				
Salaries	-	39,995	26,260	37,442
Fringe	-	3,077	2,022	2,882
Travel	-	542	571	627
Operating Services	1,080	19,715	11,996	18,298
Operating Supplies	4,309	11,845	1,351	3,201
Other Costs	1,285	-	33,974	26,109
Capital Outlay	75,053	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	81,727	75,174	76,174	88,559
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	110,847	(46,876)	(14,523)	(32,959)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	-	46,876	14,523	32,959
Operating Transfers - Out	(59,425)	-	-	-
Total Other Financing Sources (Uses)	(59,425)	46,876	14,523	32,959
<u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	51,422	-	-	-
<u>FUND BALANCE AT BEGINNING OF YEAR</u>	118,806	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	\$ 170,228	\$ -	\$ -	\$ -

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007

Nonmajor Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	\$ 55,996
\$ 46,407	\$ 304,884		
-	42,068	<i>Amounts reported for governmental activities</i>	
5,742	23,091	<i>in the statement of activities are different</i>	
-	11,806	<i>because:</i>	
-	4,600	Governmental funds report capital outlays as	
-	3,823	expenditures while governmental activities	
52,149	390,272	report depreciation expense to allocate those	
		expenditures over the life of the assets:	
		Capital asset purchases capitalized	75,053
4,972	108,669	Depreciation expense	(15,868)
381	8,362		<u>59,185</u>
49	1,789		
2,066	53,155		
76	20,782		
1,669	63,037	Change in Net Assets in Governmental Activities	<u>\$ 115,181</u>
-	75,053		
3,429	3,429		
12,642	334,276		
39,507	55,996		
106	94,464		
(35,039)	(94,464)		
(34,933)	-		
4,574	55,996		
43,115	161,921		
<u>\$ 47,689</u>	<u>\$ 217,917</u>		

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 1- Summary of Significant Accounting Policies

The financial statements of the East Carroll Voluntary Council on Aging, Inc. have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. These statements have also incorporated any applicable requirements set forth by *Audits of State and Local Governments*, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI-Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors, and the *Louisiana Governmental Audit Guide*. The more significant to the Council's accounting policies are described below.

A. Reporting Entity

In 1964, the State of Louisiana passed Act 456 that authorized the charter of voluntary councils on aging for the welfare of the aging people in their representative parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The East Carroll Voluntary Council on Aging, Inc. is a non-profit, quasi-public, corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the Council with most of its revenues. The Council also receives revenues from other federal, state, and local government agencies that may impose certain restrictions upon how the Council can use the money that they have provided.

The primary function of the East Carroll Voluntary Council on Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Such services include providing meals, nutritional education, information and referral services, legal assistance, homemaker services, operating senior centers, and transportation. A Board of Directors, consisting of 15 voluntary members who serve three-year terms governs the Council.

The Council is not a component unit of another primary government nor does it have any component units that are related to it. Therefore, the Council has presented its financial statements as a separate special purpose government.

B. Financial Reporting

The Council follows the provisions of the Governmental Accounting Standards Board Statement, Nos. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* (Statement 34), 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus* (Statement 37), and 38, *Certain Financial Statement Note Disclosures* (Statement 38), which establish the financial reporting standards for all state and local governmental entities.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

The accompanying government-wide financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting and reflect transactions of behalf of the Council. The Council accounts for its funds as governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Office of Elderly Affairs funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

The Council reports the following major governmental funds:

General Fund

The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. The following types of programs comprise the Council's General Fund:

Local Funds

Local funds are received from various local sources; such funds not being restricted to any special use.

PCOA (ACT 735) Funds

PCOA (Act 735) funds are appropriated for the Governor's Office of Elderly Affairs by the Louisiana Legislature for remittance to the Council on Aging. The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Title III-B Supportive Services Fund

This program provides access services, in-home services, community services, legal assistance and transportation for the elderly.

Title III C-1 Congregate Meals Fund

These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

Title III C-2 Home Delivered Meals Fund

These funds are used to provide nutritional meals to home-bound older persons.

The remaining nonmajor funds are as follows:

Senior Center Fund

This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity and encourage their involvement in and with the community.

Nutritional Services Incentive Program (NSIP)

The NSIP program (formerly USDA) is used to account for the administration of Food Distribution Program funds provided by the United States Department of Agriculture through the Louisiana Governor's Office of Elderly Affairs. This program reimburses the service provider on a per unit basis for each congregate and home-delivered meal served to an eligible participant so that the United States food and commodities may be purchased to supplement these programs.

Title III-D Disease Prevention and Health Promotion Services

This program provides funds to develop or strengthen preventive health service and health promotion systems through designated agencies.

Title III-E National Family Caregiver Support

To assist in providing multifaceted systems of support services for family caregivers and grandparents or older individuals who are relative caregivers.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Audit Funds

These funds are used to offset the cost of the annual audit. The amount received for the years ended June 30, 2007 and 2006 was \$810 and \$490, respectively.

Supplemental Senior Center Fund

The Louisiana Legislature appropriated additional money for various Councils on Aging through the state to be used to supplement the primary state grant for senior centers. East Carroll Voluntary Council on Aging, Inc. was one of the parish councils to receive a supplemental grant.

Utility Assistance Fund

The Utility Assistance fund is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish Councils on Aging to provide assistance to the elderly for the payment of their utility bills.

C. Compensated Absences

Employees of the East Carroll Voluntary Council on Aging, Inc. earn from 10 to 20 days of annual leave each year with 10 days allowed to be carried over to next year, depending on their length of service and the employee's working status (full-time or part-time). Provided that funds are available, employees are compensated upon termination of employment for current-year accrued annual leave up to 5 days. Employees earn up to 12 days of sick leave each year, and can accumulate up to 45 days, depending upon whether the employee is on a part-time or full-time status. Employees are not paid for accrued sick leave at termination and no accrual has been made.

D. Funding Policies and Sources of Funds

The Council receives its monies through various methods of funding. NSIP program funds are provided through the Louisiana Governor's Office of Elderly Affairs to help offset raw food cost in Title III C-1 and C-2 programs. This program is funded under the units of service provided method. The Senior Center program and State Allocation (PCOA) and Supplemental Senior Center funds are received as a monthly allocation of the total budget (grant) in advance of the actual expenditure. The Title III-B, C-1, C-2, D and E programs are funded based on actual operating cost incurred. The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, and C-2 programs. Utility assistance funds are also provided by the Louisiana Association of Council on Aging to the Council under the Helping Hands and Heating Help Energy programs. All of the above mentioned funds, including any other miscellaneous income, are recorded as revenue when the cash is received because the Council cannot predict the timing and amount of receipt.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 1 - Summary of Significant Accounting Policies (continued)

E. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2 - Cash and Certificates of Deposit

Custodial Credit Risk - Deposits The custodial credit risk is the risk that in the event of a bank failure, the Council's deposits may not be returned to it. The Council's policy to ensure there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Council that the fiscal agent bank has failed to pay deposited funds upon demand. Accordingly, the Council had no custodial risk related to its deposits at June 30, 2007.

At June 30, 2007, the Council has cash and cash equivalents (book balances net of overdrafts) in the amount of \$169,161.

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable by both parties. The following is a schedule of the Council's cash and certificates of deposit at June 30, 2007. Differences between Council balances and the bank balances arise because of the net effect of deposits in transit and outstanding checks.

	<u>Council Balances</u>	<u>Bank Balances</u>
Cash on Deposit	\$ 169,111	\$ 194,553
Certificates of Deposit	<u>102,891</u>	<u>102,891</u>
<u>TOTAL</u>	<u>\$ 272,052</u>	<u>\$ 297,444</u>

The Council's deposits are collateralized as follows:

FDIC Insured Deposits	\$ 200,000
Uninsured Deposits:	
Collateralized	<u>148,213</u>
Total Deposits	<u>\$ 348,213</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 3 - Receivables

Accounts receivable at June 30, 2007, consisting of reimbursements for expenses incurred under the NSIP program was \$2,307 and funding from PCOA in the amount of \$25,000.

Note 4 - Fixed Assets

Fixed asset activity for the year ended June 30, 2007 is as follows:

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2007</u>
Depreciable Assets:				
Building	\$ 125,000	\$ -	\$ -	\$ 125,000
Building Improvements	94,979	48,489	-	143,468
Vehicles	73,297	19,757	(12,348)	80,706
Furniture & Fixtures	<u>27,348</u>	<u>6,807</u>	<u>-</u>	<u>34,155</u>
Totals at Historical Cost	320,624	75,053	(12,348)	383,329
Less Accumulated Depreciation				
For:				
Building	(23,438)	(3,125)	-	(26,563)
Building Improvement	(38,019)	(5,901)	-	(43,920)
Vehicles	(69,182)	(5,190)	12,348	(62,024)
Furniture & Fixtures	<u>(23,360)</u>	<u>(1,652)</u>	<u>-</u>	<u>(25,012)</u>
Total Accumulated Depreciation	<u>(153,999)</u>	<u>(15,868)</u>	<u>-</u>	<u>(157,519)</u>
Fixed Assets, Net	<u>\$ 166,625</u>	<u>\$ 59,185</u>	<u>\$ 12,348</u>	<u>\$ 225,810</u>

Depreciation was charged to Administration activities of the Council for \$15,868.

Note 5 - Notes Payable

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts Due</u> <u>Within</u> <u>One Year</u>
Governmental Activities:					
Notes Payable:	\$ 20,000	\$ -	\$ 5,000	\$ 15,000	\$ 5,000

The note payable is for a one time cost of living increase for the employees. A 20% pay increase of each employee's annual salary was approved. It is secured by a certificate of deposit owned by the Council with an interest rate of 4.5%, payable in five yearly installments of \$5,000, maturing November 2009.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 5 - Notes Payable

Principal and interest requirements to retire the Council's notes payable and capital lease obligations are as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Notes Payable</u>	
	<u>Principal</u>	<u>Interest</u>
2008	\$ 5,000	\$ 919
2009	5,000	689
2010	5,000	230
Total	<u>\$ 15,000</u>	<u>\$ 1,838</u>

Interest charged to expenditures for the year ended June 30, 2007 was \$1,285.

Note 6 - In-Kind Contributions

The Council received various in-kind contributions during the year. These in-kind contributions have not been recorded in the financial statements as revenues, nor has the expenditure related to the use of the in-kind been recorded. The primary in-kind contributions consisted of free rent and utilities for the senior center and meal sites, and wages and fringe benefits for volunteer workers.

Note 7 - Board of Directors' Compensation

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for out-of-town travel expenses incurred in accordance with the Council's regular personnel policy.

Note 8 - Federal Award Programs

The Council receives revenues from various federal and state grant programs that are subject to final review and approval as to the allowability of expenditures by the respective grantor agencies. These programs are audited in accordance with the *Single Audit Act Amendment of 1996* and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Institutions*. Any settlements or expenses arising out of a final review are recognized in the period agreed upon by the agency and the Council. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Council's financial position.

Note 9 - Income Tax Status

The Council, a non-profit corporation is exempt from federal income taxation under Section 501 (c) (3) of the Internal Revenue Code.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Note 10- Litigation and Claims

There was no litigation pending against the Council at June 30, 2007, nor is the Council aware of any unasserted claims.

Note 11-Economic Dependency

The Council receives the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

Note 12-Interfund Transfers

<u>Funds Transferred In</u>	<u>Funds Transferred Out</u>					<u>Total In</u>
	<u>Supplemental Senior Center</u>	<u>Senior Center</u>	<u>NSIP</u>	<u>General Fund</u>	<u>PCOA</u>	
Title IIIB - Supportive Services	\$ 3,100	\$ 19,864	\$ -	\$ 2,182	\$ 21,730	\$ 46,876
Title III C-1	-	-	6,097	618	7,808	14,523
Title III C-2	-	-	5,978	859	26,122	32,959
Title III D	-	-	-	57	-	57
Title III E	-	-	-	49	-	49
Total Out	\$ 3,100	\$ 19,864	\$ 12,075	\$ 3,765	\$ 55,660	\$ 94,464

Note 13-Risk Management

The Council is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The council has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur. No settlements were made during the year that exceeded the Council's insurance coverage.

Note 14-Medicaid Revenue Reclassified

The Council has reclassified Medicaid revenue as accounts payable, as a result of the council's duplicate billing, at the request of UNISIS Corporation. According to UNISIS, the original billing was coded incorrectly, as a result, the Council was asked to re-bill under the correct code. Both billings were paid. The \$22,050 represents the amount of the duplicate billing.

REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 20,660	\$ 55,660	\$ 129,149	\$ 73,489
Property Tax	17,946	5,502	42,068	36,566
Public Support	-	-	1,128	1,128
Interest Income	-	-	11,806	11,806
Sale of Property	-	-	4,600	4,600
Miscellaneous Income	-	-	3,823	3,823
Total Revenues	38,606	61,162	192,574	131,412
<u>Expenditures</u>				
Salaries	-	-	-	-
Fringe	-	-	-	-
Travel	-	-	-	-
Operating Services	-	-	1,080	(1,080)
Operating Supplies	-	-	4,309	(4,309)
Other Costs	-	-	1,285	(1,285)
Capital Outlay	-	-	75,053	(75,053)
Total Expenditures	-	-	81,727	(81,727)
<u>Excess (Deficiency) of Revenues</u>				
<u>Over Expenditures</u>	38,606	61,162	110,847	49,685
<u>Other Financing Uses</u>				
Transfers Out	(38,606)	(61,162)	(59,425)	1,737
<u>Net Change in Fund Balance</u>	-	-	51,422	51,422
<u>Fund Balance at Beginning of Year</u>	118,806	118,806	118,806	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 118,806</u>	<u>\$ 118,806</u>	<u>\$ 170,228</u>	<u>\$ 51,422</u>

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 24,201	\$ 24,201	\$ 24,201	\$ -
Public Support	4,800	4,100	4,097	(3)
Total Revenues	29,001	28,301	28,298	(3)
<u>Expenditures</u>				
Salaries	35,923	39,916	39,995	(79)
Fringe	4,265	5,230	3,077	2,153
Travel	677	519	542	(23)
Operating Services	19,193	18,079	19,715	(1,636)
Operating Supplies	7,098	8,813	11,845	(3,032)
Other Costs	-	-	-	-
Total Expenditures	67,156	72,557	75,174	(2,617)
<u>Excess (Deficiency) of Revenues</u>				
<u>Over Expenditures</u>	(38,155)	(44,256)	(46,876)	(2,620)
<u>Other Financing Sources (Uses)</u>				
Transfers In	38,155	44,256	46,876	2,620
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE CI - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 55,107	\$ 55,109	\$ 55,109	\$ -
Public Support	6,900	6,325	6,542	217
Total Revenues	62,007	61,434	61,651	217
<u>Expenditures</u>				
Salaries	19,624	27,332	26,260	1,072
Fringe	2,329	3,580	2,022	1,558
Travel	507	579	571	8
Operating Services	11,675	12,126	11,996	130
Operating Supplies	1,764	1,982	1,351	631
Other Costs	35,418	35,418	33,974	1,444
Total Expenditures	71,317	81,017	76,174	4,843
<u>Excess (Deficiency) of Revenues</u>				
<u>Over Expenditures</u>	(9,310)	(19,583)	(14,523)	5,060
<u>Other Financing Sources (Uses)</u>				
Transfers In	9,310	19,583	14,523	(5,060)
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE C2 - HOME DELIVERED MEALS
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 50,018	\$ 50,018	\$ 50,018	\$ -
Public Support	5,800	5,575	5,582	7
Total Revenues	55,818	55,593	55,600	7
<u>Expenditures</u>				
Salaries	28,212	38,497	37,442	1,055
Fringe	3,350	5,043	2,882	2,161
Travel	552	641	627	14
Operating Services	18,117	17,811	18,298	(487)
Operating Supplies	3,845	4,115	3,201	914
Other Costs	23,612	23,612	26,109	(2,497)
Total Expenditures	77,688	89,719	88,559	1,160
<u>Excess (Deficiency) of Revenues</u>				
<u>Over Expenditures</u>	(21,870)	(34,126)	(32,959)	1,167
<u>Other Financing Sources (Uses)</u>				
Transfers In	21,870	34,126	32,959	(1,167)
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2007

The Council follows these procedures in establishing the budgetary data reflected in these financial statements:

The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award.

The Executive Director prepares a proposed budget based on the funding levels provided by GOEA and then submits the budget to the Board of Directors for approval.

The Board of Directors reviews and adopts the budget before June 30th of the current year for the next year.

The adopted budget is forwarded to the Governor's Office of Elderly Affairs for final approval.

All budgetary appropriations lapse at the end of each fiscal year (June 30).

The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.

Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.

The Council may transfer funds between line items as often as required, but must obtain prior approval for the Governor's Office of Elderly Affairs for funds received under grants from this state agency.

Expenditures cannot legally exceed appropriations on an individual level.

Amounts were not budgeted for revenues and expenses for the utility assistance fund because they were not legally required and the amount of revenues to be received under this program could not be determined.

SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY
GOEA

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

GENERAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2007

	Programs of the General Fund		
	Local	PCOA (Act 735)	Total General Fund
<u>ASSETS</u>			
Cash & Cash Equivalents	\$ 9,272	\$ -	\$ 9,272
Certificates of Deposit	102,891	-	102,891
Accounts Receivable PCOA	-	25,000	25,000
Prepaid Expense	1,500	-	1,500
Due From Other Funds	130,350	-	130,350
<u>TOTAL ASSETS</u>	<u>\$ 244,013</u>	<u>\$ 25,000</u>	<u>\$ 269,013</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 58,785	\$ 5,243	\$ 64,028
Notes Payable - Current Portion	5,000	-	5,000
Due To Other Funds	-	19,757	19,757
Total Current Liabilities	63,785	25,000	88,785
Notes Payable - Long Term Portion	10,000	-	10,000
Total Liabilities	73,785	25,000	98,785
 <u>FUND BALANCE</u>			
Unreserved and Undesignated	170,228	-	170,228
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 244,013</u>	<u>\$ 25,000</u>	<u>\$ 269,013</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

GENERAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2007

	<u>Programs of the General Fund</u>		<u>Total General Fund</u>
	<u>Local</u>	<u>PCOA (Act 735)</u>	
<u>Revenues</u>			
Intergovernmental	\$ 48,489	\$ 80,660	\$ 129,149
Property Tax	42,068	-	42,068
Public Support	1,128	-	1,128
Interest Income	11,806	-	11,806
Miscellaneous Income	8,423	-	8,423
Total Revenues	111,914	80,660	192,574
<u>Expenditures</u>			
Operating Services	1,080	-	1,080
Operating Supplies	4,309	-	4,309
Interest Expense	1,285	-	1,285
Other Costs	-	-	-
Capital Outlay	50,053	25,000	75,053
Total Expenditures	56,727	25,000	81,727
<u>Excess of Revenues Over</u>			
<u>Expenditures</u>	55,187	55,660	110,847
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In (Out)	(3,765)	(55,660)	(59,425)
<u>Excess of Revenues and Other</u>			
<u>Financing Sources Over</u>			
<u>Expenditures and Other Financing Uses</u>	51,422	-	51,422
<u>Fund Balance at Beginning of Year</u>	118,806	-	118,806
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 170,228</u>	<u>\$ -</u>	<u>\$ 170,228</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2007

	<u>Senior Center</u>	<u>Title III D Disease Prevention</u>	<u>Title III E Caregiver</u>	<u>Audit Funds</u>
<u>ASSETS</u>				
Cash & Cash Equivalents	\$ 6,237	\$ 502	\$ 3,282	\$ -
Receivables	-	-	-	-
<u>TOTAL ASSETS</u>	<u>\$ 6,237</u>	<u>\$ 502</u>	<u>\$ 3,282</u>	<u>\$ -</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 22	\$ 394	\$ 10	\$ -
Due To Other Funds	6,215	108	3,272	-
Total Liabilities	<u>6,237</u>	<u>502</u>	<u>3,282</u>	<u>-</u>
 Fund Balances:				
Unreserved	-	-	-	-
Reserved for:				
Utilities Assistance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 6,237</u>	<u>\$ 502</u>	<u>\$ 3,282</u>	<u>\$ -</u>

<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Miles for Meals Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 2,788	\$ 10,466	\$ 38,543	\$ 61,818
-	-	2,307	-	2,307
<u>\$ -</u>	<u>\$ 2,788</u>	<u>\$ 12,773</u>	<u>\$ 38,543</u>	<u>\$ 64,125</u>
\$ -	\$ 100	\$ -	\$ -	\$ 526
-	-	-	6,315	15,910
-	100	-	6,315	16,436
-	-	12,773	32,228	45,001
-	2,688	-	-	2,688
-	2,688	12,773	32,228	47,689
<u>\$ -</u>	<u>\$ 2,788</u>	<u>\$ 12,773</u>	<u>\$ 38,543</u>	<u>\$ 64,125</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2007

	Senior Center	Title III D Disease Prevention	Title III E Caregiver	Audit Funds
<u>REVENUES</u>				
Intergovernmental:				
North Delta Regional Planning and Development District	\$ -	\$ 1,612	\$ 2,151	\$ 810
State Contract	24,398	-	-	-
Public Support:				
LA Association of Councils on Aging	-	-	-	-
Client Contributions	-	-	-	-
Total Public Support	-	-	-	-
Total Revenues	24,398	1,612	2,151	810
<u>EXPENDITURES</u>				
Current:				
Salaries	3,377	-	1,595	-
Fringe	259	-	122	-
Travel	33	-	16	-
Operating Services	813	-	443	810
Operating Supplies	52	-	24	-
Other Costs	-	1,669	-	-
Total Current Expenditures	4,534	1,669	2,200	810
Capital Outlay	-	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	4,534	1,669	2,200	810
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	19,864	(57)	(49)	-
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	-	57	49	-
Operating Transfers - Out	(19,864)	-	-	-
Total Other Financing Sources (Uses)	(19,864)	57	49	-
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	-	-	-	-
<u>FUND BALANCES AT BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCES AT END OF YEAR</u>	\$ -	\$ -	\$ -	\$ -

<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Miles for Meals Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ 14,336	\$ -	\$ 18,909
3,100	-	-	-	27,498
-	5,642	-	-	5,642
-	-	-	100	100
-	5,642	-	100	5,742
3,100	5,642	14,336	100	52,149
-	-	-	-	4,972
-	-	-	-	381
-	-	-	-	49
-	-	-	-	2,066
-	-	-	-	76
-	-	-	-	1,669
-	-	-	-	9,213
-	-	-	-	-
-	3,429	-	-	3,429
-	3,429	-	-	12,642
3,100	2,213	14,336	100	39,507
-	-	-	-	106
(3,100)	-	(12,075)	-	(35,039)
(3,100)	-	(12,075)	-	(34,933)
-	2,213	2,261	100	4,574
-	475	10,512	32,128	43,115
\$ -	\$ 2,688	\$ 12,773	\$ 32,228	\$ 47,689

GENERAL FIXED ASSET ACCOUNT GROUP

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

SCHEDULE OF GENERAL FIXED ASSETS

JUNE 30, 2007 AND 2006

	Balance June 30, 2006	Additions	Deletions	Balance June 30, 2007
<u>GENERAL FIXED ASSETS</u>				
Building	\$ 125,000	\$ -	\$ -	\$ 125,000
Building Improvements	94,979	48,489	-	143,468
Vehicles	73,297	19,757	12,348	80,706
Office Furniture and Equipment	27,348	6,807	-	34,155
<u>TOTAL GENERAL FIXED ASSETS</u>	<u>\$ 320,624</u>	<u>\$ 75,053</u>	<u>\$ 12,348</u>	<u>\$ 383,329</u>
<u>INVESTMENT IN GENERAL FIXED ASSET</u>				
Property Acquired Prior to July 1, 1985 *	\$ 2,500	\$ -	\$ -	\$ 2,500
Property Acquired After July 1, 1985				
With Funds From:				
Local Fund	8,875	-	-	8,875
PCOA	-	25,000	-	25,000
General Fund	64,036	50,053	-	114,089
Title III- D Preventive Health	3,495	-	-	3,495
Title III- B Supportive Services	50,719	-	12,348	38,371
Miscellaneous Grant	40,050	-	-	40,050
Miles for Meals	150,949	-	-	150,949
<u>TOTAL INVESTMENT IN GENERAL FIXED ASSETS</u>	<u>\$ 320,624</u>	<u>\$ 75,053</u>	<u>\$ 12,348</u>	<u>\$ 383,329</u>

* Records reflecting sources from which assets were acquired were not maintained prior to July 1, 1985.

OTHER SUPPLEMENTAL INFORMATION -
GRANT ACTIVITY

EAST CARROLL VOLUNTARY COUNCIL ON AGING INC.
LAKE PROVIDENCE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2007

<u>Federal Grants/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Program or Award Amount</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services - Administration on Aging: Programs Passed Through Governor's Office of Elderly Affairs:				
Aging Cluster of Special Programs for the Aging:				
Title III, Part B - Supportive Services	93.044	\$ 20,571	\$ 20,571	\$ 20,571
Title III, Part C - Congregate Meals	93.045	20,968	20,968	20,968
Title III, Part C - Home Delivered Meals	93.045	14,327	14,327	14,327
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	1,612	1,612	1,612
Title III, Part E - National Family Caregiver Support	93.052	1,613	1,613	1,613
Nutritional Services Incentive Program	93.053	14,336	14,336	12,075
Total of Aging Cluster		<u>73,427</u>	<u>73,427</u>	<u>71,166</u>
 <u>TOTAL FEDERAL AWARDS</u>		 <u>\$ 73,427</u>	 <u>\$ 73,427</u>	 <u>\$ 71,166</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Council. The Council did not pass through any of its federal awards to a subrecipient during the year.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting used for presenting the general purpose financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CAMERON, HINES & HARTT

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana

We have audited the financial statements of East Carroll Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2007, and have issued our report thereon dated November 9, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States

Internal Control Over Financial Reporting

In planning and performing our audit, we considered East Carroll Voluntary Council on Aging, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over financial reporting. Our consideration of internal control included procedures to evaluate the design of controls relevant to an audit of financial statements and to determine whether they have been implemented, but it did not include procedures to test the operating effectiveness of controls, and accordingly, was not directed to discovering significant deficiencies in internal control. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting and is described as item 07-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

To the Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Page 2

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 07-1.

The Council's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Council's response and, accordingly, we express no opinion on it.

This report is intended solely for the information of management, the Governor's Office of Elderly Affairs and the Legislative Auditor and is not intended to be or should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is to be distributed by the Legislative Auditor as a public document.

Cameron, Hines & Hartt (APAC)

West Monroe, Louisiana
November 9, 2007

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007

To the Board of Directors
East Carroll Voluntary Council on the Aging, Inc.
Lake Providence, Louisiana

We have audited the financial statements of the East Carroll Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2007, and have issued our report thereon dated November 9, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2007, resulted in an unqualified opinion.

Section I- Summary of Auditors' Results

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness _____ yes X no

Significant Deficiencies not considered to be
Material Weaknesses X yes _____ no

Compliance

Compliance Material to Financial Statements X yes _____ no

B. Federal Awards

Material Weakness Identified _____ yes X no

Significant Deficiencies not considered to be
Material Weaknesses _____ yes X no

Type of Opinion on Compliance For Major Programs (No Major Programs)

Unqualified _____ Qualified _____

Disclaimer _____ Adverse _____

Are their findings required to be reported in accordance with Circular A-133,
Section .510 (a)? N/A

C. Identification of Major Programs: N/A

Name of Federal Program (or cluster)
CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B Programs. N/A

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133? N/A

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007 (continued)

Section II- Financial Statement Findings

Condition:

During the audit, it was noted that the Council paid a one time cost of living raise that was not budgeted at the beginning of the fiscal year, a total of \$22,625 to all employees of the Council on Aging.

Criteria:

Since the cost of living increase was not budgeted at the beginning of the year, it could be considered a bonus. According to Louisiana law regarding the code of ethics, no public servant shall receive anything of economic value, other than compensation and benefits from the governmental entity to which he is duly entitled, for the performance of the duties and responsibilities of his office or position.

Effect:

Since the raise was not budgeted prior to paying the employees, paying the one time cost of living raise could violate the code of ethics for public employees and laws affecting budgeting under Louisiana law.

Recommendation:

It is recommended that the Council not make such payments in the future. In addition, the Council should consider contacting the Governor's Office of Elderly Affairs to determine what course of action, if any, be taken according to their guidelines.

Response:

The Council will take steps to follow the auditors' recommendations.

Section III- Federal Award Findings and Question Costs- N/A

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2007

Section I- Internal Control and Compliance Material to the Financial Statements

This section is not applicable for this entity.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

No management letter was issued.